

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
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FISCAL IMPACT STATEMENT

LS 6835
BILL NUMBER: SB 523

DATE PREPARED: Dec 19, 2000
BILL AMENDED:

SUBJECT: Office of Indiana Performance Review.

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FUNDS AFFECTED: ☒ **GENERAL**
DEDICATED
FEDERAL

IMPACT: State

STATE IMPACT	FY 2001	FY 2002	FY 2003
State Revenues			
State Expenditures		375,000	375,000
Net Increase (Decrease)		(375,000)	(375,000)

Summary of Legislation: This bill establishes the Office of Indiana Performance Review under the supervision of the State Board of Accounts. It requires each state agency to develop a management and efficiency plan for its operation. It provides specific items that a plan must include. It also requires the Governor and the Budget Agency to establish goals for state government to assist each state agency in developing a plan.

This bill requires the Office of Indiana Performance Review to conduct a performance review of each state agency to include an analysis of the effectiveness and efficiency of the policies, management, fiscal affairs, and operations of the state agency. It requires the Office of Indiana Performance Review to consider the degree to which the state agency conforms to the state agency's management and efficiency plan. The bill requires the Office of Indiana Performance Review to deliver a copy of each performance review to the Governor, the Legislative Council, and the Budget Committee. It also provides that the General Assembly may consider the results of a state agency's performance review in determining the budget for the state agency.

The bill appropriates \$375,000 in FY 2002 and FY 2003 to the State Board of Accounts to establish the Office of Indiana Performance Review and to conduct performance reviews.

Effective Date: July 1, 2001.

Explanation of State Expenditures: This bill appropriates \$375,000 to the State Board of Accounts from the state General Fund for each of FY 2002 and FY 2003 for the purpose of establishing the Office of Indiana Performance Review.

Reduced expenditures to the state may occur from the adoption and implementation of any cost saving and cost effectiveness measures identified in performance reviews.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: All.

Local Agencies Affected:

Information Sources: